

2012 DOE Solid-State Lighting Manufacturing R&D Workshop Opportunities for Improving the U.S.'s role in the Global Supply Chain June 13-14, 2012



Vision Transform GE Lighting Solutions to a best in class, customer centric business





Why take this approach?

Issues

- Need to <u>differentiate</u> product offering from <u>many</u> competitors, creating <u>value</u> for our customers
- Volume is <u>difficult</u> to predict
- Product lifecycles are <u>extremely</u> short

Conclusion – build an extremely long Supply
Chain out of Asia





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Build an extremely <u>agile</u> Supply Chain near customer demand







Assembly Operations



Started with US Assembly

Align assembly strategy to support Vision

- Developed short cycle assembly methods 6 weeks to 6 days
- Utilized lean techniques for parts replenishment New Mantra "Parts will always be available"
- Focus on Quality 99% is not good enough
- "Everyone" is focused on the customer











Enhance Goals of Program Teams on NPI to include Platform Design/Reuse



Standardize platforms are key

Mechanical Design

Current State

- Focused NPI team's, compromise platform design for speed
- Complexity tool maintenance, utilization, and EOL

Desired State

- Balance design for speed with DFM
- Long term speed
- Leverage sunk cost
- Diversify risk

Electronics Design

Current State

- Drivers designed to support specific application
- Component selection isolated within design team

Desired State

- Standardized electronic platform within and across product families
- Create electronics standardization team to ensure design platform and component standardization
- Consider partnership with electronics distributor to leverage buy, standardization and EOL

NPI Similar Products

Product 1

Product 2





Contract Manufacturer

Supplier 1

Supplier 2

Electronics Assemblies









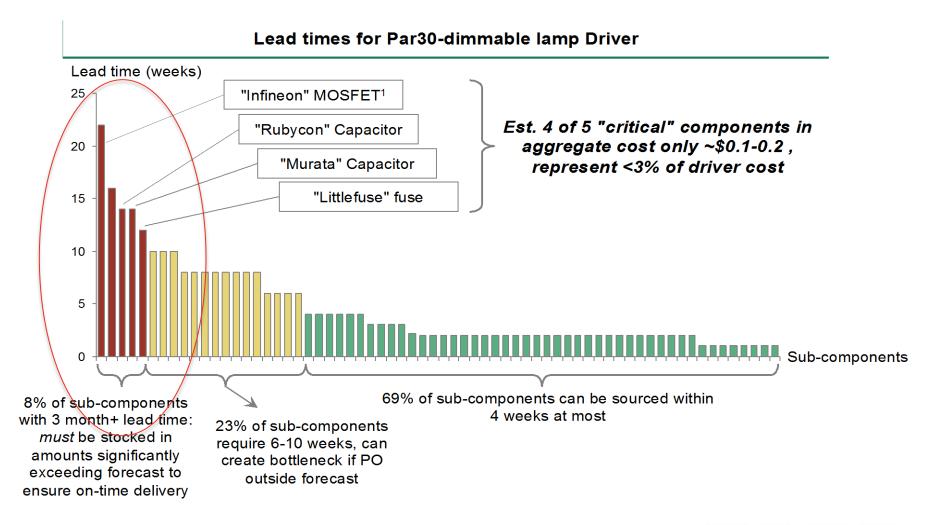






Luminate-Engage-Deliver: LED
LEADING THE LIGHTING REVOLUTION

Component Selection







A new way of thinking, suppliers . . .

Traditional Focus

- Cost
- Payment Terms

Customer Centric Focus

- Few suppliers
- Frequent deliveries
- High quality
- Manufacturing Experts
- Competitive Cost
- Two-way relationship







Focus on Vertical Integration



How can the DOE help?

Opportunities – "Blocking & Tackling"

 Many companies, like GE, are focused on ROI when making investment decisions, so make funding available for large investment based on job creation.





Key Investment in US Plants

Paint System







Flexible punch/Brake system





Key Investment in US Plants – continued



Overmolding







SMT/Electronics assembly











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Opportunities – "Blocking & Tackling"

- Many companies, like GE, are focused on ROI when making investment decisions, so make funding available for large investment, based on job creation.
- Opportunities to help with rehiring and bringing back process expertise.







Thank You

